

MINUTES OF THE APRIL 23, 2007 SPECIAL COUNCIL MEETING

Council Members Present:

John H. Tarr, Mayor
Anita W. Speidel, Vice Mayor
Nancy B. Conklin, Councilwoman
Terry Howard, Councilman
Ellen W. Richardson, Councilwoman
W. David Ross, Councilman
Glenn B. Wolfe, Councilman

1. *Call to Order.*

Mayor Tarr called the Special Meeting to order for the purpose of a workshop on the draft Fiscal Year '08 budget at 4:30 p.m.

2. *Invocation.*

Councilman Ross offered the Invocation.

3. *Pledge of Allegiance.*

Mayor Tarr led in the Pledge of Allegiance.

4. *Adoption of Agenda.*

Councilman Howard moved, seconded by Vice Mayor Speidel to adopt the entire budget workshop agenda. Unanimously approved.

5. *Fiscal Year '08 Draft Budget.*

Town Manager Ritter explained that this format will provide each Council Member an opportunity to ask questions and discuss the draft budget prior to it being presented for a public hearing.

Water Fund

Council discussed the proposed water rates for FY'08 which reflects a 3% increase. Council also discussed draft revenues and expenditures for the water fund.

Public Works Director Cosby explained that several of the items that were included in the Cost Allocation Plan for water in the current fiscal year were going to be directly charged to water next year.

The water Cost Allocation Plan was discussed.

Council also discussed the Town's current bonds and their terms.

Mayor Tarr suggested that the loan made from the general fund to water for the repairs to the water tank be paid back in four years at \$60,000.00 rather than two years at

\$120,000.00. He further suggested that the other \$60,000.00 be used on the Church Street waterline replacement project. Council agreed.

Harbor Fund

Council discussed draft revenues and expenditures for the harbor fund.

Mayor Tarr asked that the Harbor put funds in reserve each year. Council agreed.

Mayor Tarr stated the Harbor should also have a Cost Allocation Plan so that true cost can be identified.

Main Street Project

Council reviewed and discussed the proposed budget for the Main Street Project fund.

Mosquito Control

Council reviewed and discussed the proposed budget for the Mosquito Control fund.

Trolley

Council reviewed and discussed the proposed budget for the Trolley fund.

6. Recess of Meeting,

Councilwoman Conklin moved, seconded by Councilman Wolffe, to recess the meeting until April 24, 2007 at 4:30 p.m. The motion was unanimously approved.

Mayor

Town Manager